

PCOH09 3215-2574

Order Number

DAC  
HOB-0347

API Number

30-025-22253

Operator

John H Hendrix Corp

County

Lea/Fee

Order Date

11/12/09

Well Name

Lee

Number

2

Location

P

UL

23

Sec

225

T (+Dir)

37e

R (+Dir)

Pool 1

06660

Blinberry O&G <Oil>

Oil %

34%

Gas %

34%

Pool 2

60240

Tubb O&G <Oil>

33%

33%

Pool 3

19190

Drinkard

33%

33%

Pool 4

Comments:

CH 11-17-09 In RBDMS

OHC-HOB-0347  
30-025-22253

DOWNHOLE COMMINGLE CALCULATIONS:

OPERATOR: John H Hendrix Corp

PROPERTY NAME: Lee

WNULSTR: #2-P, 23-225-37e

SECTION I:		ALLOWABLE AMOUNT		
POOL NO. 1	<u>Blinebry D&amp;G</u>	<u>107</u>	<u>428</u> MCF	<u>4000</u>
POOL NO. 2	<u>Tubb D&amp;G</u>	<u>142</u>	<u>248</u> MCF	<u>2000</u>
POOL NO. 3	<u>Drinkard</u>	<u>142</u>	<u>852</u> MCF	<u>6000</u>
POOL NO. 4				
POOL TOTALS		<u>391</u>	<u>1528</u> MCF	

SECTION II:		OIL	GAS
POOL NO. 1	<u>Blinebry D&amp;G</u>	<u>34%</u>	<u>34%</u>
POOL NO. 2	<u>Tubb D&amp;G</u>	<u>33%</u>	<u>33%</u>
POOL NO. 3	<u>Drinkard</u>	<u>33% x 391 = 129.03</u>	<u>33%</u>
POOL NO. 4			

OIL GAS

SECTION III:  
 $33\% \div 142 = 430.30 < 430 >$

SECTION IV:

$34\% \times 430 = 146.2$	_____
$33\% \times 430 = 141.9$	_____
$33\% \times 430 = 141.9$	_____

Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 1301 W. Grand Ave., Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 June 19, 2008

**RECEIVED**  
 NOV 10 2009  
**HOBSOCD**

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

WELL API NO. 30-025-22253
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Lee
8. Well Number 2
9. OGRID Number 012024
10. Pool name or Wildcat Blinebry Oil & Gas
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3315' GL

**SUNDRY NOTICES AND REPORTS ON WELLS**  
 DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well  Gas Well  Other

2. Name of Operator  
John H. Hendrix Corporation

3. Address of Operator  
P. O. Box 3040, Midland, TX 79702-3040

4. Well Location  
 Unit Letter P : 660 feet from the South line and 660 feet from the East line  
 Section 23 Township 22S Range 37E NMPM Lea County

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input checked="" type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

THIS IS A REQUEST TO DHC BLINEBRY OIL & GAS W/ TUBB OIL & GAS AND DRINKARD POOL IN THE SUBJECT WELL. SEE SUPPORTING DATA ON ATTACHED SHEET.

DHC-HOB-0347

Spud Date:  Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Carolyn Doran Haynes TITLE Engineer DATE 11/5/09

Type or print name Carolyn Doran Haynes E-mail address: cdoranhaynes@jhhc.org PHONE: 432-684-6631

**For State Use Only**

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE NOV 12 2009  
 Conditions of Approval (if any):

**LEE #2**

**Unit Letter P – 660' FSL & 660' FEL  
Sec 23, T22S, R37E, Lea County, NM  
API # 30-025-22253**

1. Division Order that established pre-approved pools: Order No. R-11363
2. Pools to be commingled – Blinebry Oil & Gas (6660) and Tubb Oil & Gas (60240) and Drinkard Pool (19190).
3. Drinkard Pool Perfs – 6255-6886'  
Tubb Oil & Gas Perfs – 5914' - 6202'  
Blinebry Oil & Gas Perfs – 5543 – 5889'
4. All zones are intermediate crude and commingling will not reduce the value of the production.
5. Ownership between pools is identical.
6. Current or Anticipated production:

Blinebry Oil & Gas	1 BOPD	20 MCFPD
Tubb Oil & Gas	1 BOPD	20 MCFPD
Drinkard Pool	1 BOPD	20 MCFPD
Total	3 BOPD	60 MCFPD

7. The proposed allocation to be as follows

	<u>Oil %</u>	<u>Gas%</u>
Blinebry Oil & Gas	34%	34%
Tubb Oil & Gas	33%	33%
Drinkard Pool	33%	33%
Total	100%	100%

If further tests show a significant change in percentages, it will be requested.

**District I**  
1625 N. French Dr., Hobbs, NM 88240  
**District II**  
1301 W. Grand Avenue, Artesia, NM 88210  
**District III**  
1000 Rio Brazos Rd., Aztec, NM 87410  
**District IV**  
1220 S. St. Francis Dr., Santa Fe, NM 87505

**RECEIVED**  
NOV 10 2009  
**HOBBSOCD**

State of New Mexico  
Minerals & Natural Resources Department  
OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised October 12, 2005  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies  
 AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

<sup>1</sup> API Number 30-025-22253		<sup>2</sup> Pool Code 60240		<sup>3</sup> Pool Name Tubb Oil & Gas	
<sup>4</sup> Property Code 005195		<sup>5</sup> Property Name Lee			<sup>6</sup> Well Number 2
<sup>7</sup> OGRID No. 012024		<sup>8</sup> Operator Name John H. Hendrix Corporation			<sup>9</sup> Elevation 3315' GR

<sup>10</sup> Surface Location

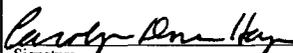
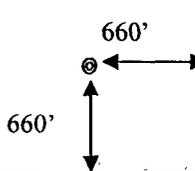
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	23	22S	37E		660	South	660	East	Lea

<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

<sup>12</sup> Dedicated Acres 40	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
-------------------------------------	-------------------------------	----------------------------------	-------------------------

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

16	<sup>17</sup> OPERATOR CERTIFICATION			
	<p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p> <p style="text-align: right;">  11-5-09            Signature Date         </p> <p>Carolyn Doran Haynes Printed Name</p>			
	<sup>18</sup> SURVEYOR CERTIFICATION			
<p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>Date of Survey _____</p> <p>Signature and Seal of Professional Surveyor _____</p> <p style="text-align: right;">Certificate Number _____</p>				
				

District I  
1625 N. French Dr., Hobbs, NM 88241  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

**RECEIVED**

NOV 10 2005  
HOBBS

State of New Mexico  
Energy, Minerals & Natural Resources Department  
OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Revised October 12, 2005  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies  
 AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-025-22253		<sup>2</sup> Pool Code 19190		<sup>3</sup> Pool Name Drinkard Pool	
<sup>4</sup> Property Code 005195		<sup>5</sup> Property Name Lee			<sup>6</sup> Well Number 2
<sup>7</sup> OGRID No. 012024		<sup>8</sup> Operator Name John H. Hendrix Corporation			<sup>9</sup> Elevation 3315' GR

<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	23	22S	37E		660	South	660	East	Lea

<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

<sup>12</sup> Dedicated Acres 40	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
-------------------------------------	-------------------------------	----------------------------------	-------------------------

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

16				<p><sup>17</sup> OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Carolyn Doran Haynes</i> 11-5-09 Signature Date</p> <p>Carolyn Doran Haynes Printed Name</p>	
				<p><sup>18</sup> SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor</p>	
				<p>660'</p> <p>660'</p> <p>Certificate Number</p>	

District I  
1625 N. French Dr., Hobbs, NM 88240

District II  
1301 W. Grand Avenue, Artesia, NM 87201

District III  
1000 Rio Brazos Rd., Aztec, NM 87410

District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico

Energy, Minerals & Natural Resources Department

**RECEIVED**

CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-102

Revised October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

AMENDED REPORT

NOV 10 2009  
HOBBSOCD

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-025-22253		<sup>2</sup> Pool Code 6660		<sup>3</sup> Pool Name Blinebry Oil & Gas	
<sup>4</sup> Property Code 005195		<sup>5</sup> Property Name Lee			<sup>6</sup> Well Number 2
<sup>7</sup> OGRID No. 012024		<sup>8</sup> Operator Name John H. Hendrix Corporation			<sup>9</sup> Elevation 3315' GR

<sup>10</sup> Surface Location

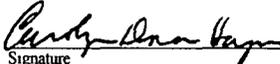
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	23	22S	37E		660	South	660	East	Lea

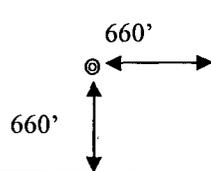
<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

<sup>12</sup> Dedicated Acres 40	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
-------------------------------------	-------------------------------	----------------------------------	-------------------------

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

16					<b><sup>17</sup> OPERATOR CERTIFICATION</b>	
					I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.	
					 Signature <span style="float: right;">11-05-09</span> Date	
				Carolyn Doran Haynes Printed Name		
				<b><sup>18</sup> SURVEYOR CERTIFICATION</b>		
				I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.		
				Date of Survey		
				Signature and Seal of Professional Surveyor		
				Certificate Number		



660'

660'